MEMORANDUM FOR: Colonel White

10 November 1953

SUBJECT

: Use of the Director's Authority Under 102(c) for "Surplus"

Personnel

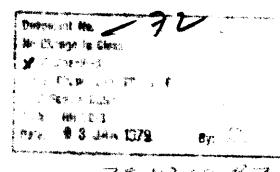
has written up on 1. In connection with the procedure which reassignment and possible eventual termination of "surplus" personnel, I raised the point earlier with you this morning that the definitely feels that in the final steps where the low man on the totem pole is to be terminated, the Director's authority under 102(c) would be utilized. It does not say so in the paper but so stated specifically at last week's meeting of the CIA Career Service Board. Further, agreed that this was his understanding.

STATINTL STATINTL

STATINTL STATINTL

- 2. I have discussed this with Larry Houston and he stated it was certainly not his understanding of what he and George Meloon have discussed on the subject. At this point in the procedure what amounts to a true reduction in force has occured and the only authority necessary is the normal administrative authority of an agency. Larry stated further that he and Meloon had discussed Civil Service Commission review of such cases in the event the individual was a Veteran and it was agreed that their review would be of a general nature to determine appropriateness of competative areas and in the majority of cases there would be no real security problem.
- 3. I believe this is a sufficiently important point to have clarified since it brings into question again the appropriateness of the use of 102(c) for administrative purposes and not for security purposes.

JISW: 3 Im L - DD/A Chrono STATINTL



78-47/8 137 4/2 231180/

Approved For Release 2001/07/28 : CIA-RDP78-04718A000100180083-2